## STATE BONDING FUND PERFORMANCE REPORT FOR JUNE 2002

Assets as of June 30, 2002

\* RATES OF TOTAL RETURN

	EMV \$(000)	Actual Alloc	Policy <u>Alloc</u>	Jun-02	Quarter Mar-02	Ended Dec-01	Sep-01	2002 FYTD	Year Ended 6/30/2001
	<del>\$(555)</del>	711100	711100	<u> </u>	<u> </u>	<u> </u>	<u>оор от</u>	<u> </u>	<u>0/00/2001</u>
LARGE CAP EQUITY									
Value	440	0.00/	0.00/	E 070/	0.400/	0.740/	0.400/	0.440/	20.000/
LSV RUSSELL 1000 VALUE	110	2.3%	2.3%	-5.07% -8.52%	9.19% 4.09%	8.71% 7.37%	-9.12% -10.95%	2.41% -8.96%	28.80% 10.33%
				0.0270		1.01 /0	.0.0070	0.0070	.0.0070
Growth		0.00/	0.00/	47.050/	<b>5.0.1</b> 0/	45.000/	00 540/	00.050/	00.000/
Alliance Capital RUSSELL 1000 GROWTH	96	2.0%	2.3%	-17.65% -18.67%	-5.94% -2.59%	15.88% 15.14%	-20.51% -19.41%	-28.65% -26.49%	-30.23% -36.18%
ROOCEE 1000 GROWIII				10.07 70	2.0070	10.1470	13.4170	20.4370	30.1070
Core									
State Street S&P 500	462	9.7%	10.5%	-13.42% -13.40%	0.27%	10.67%	-14.68%	-18.03%	-15.00%
3&P 500				-13.40%	0.28%	10.69%	-14.68%	-17.99%	-14.83%
TOTAL LARGE CAP DOM. EQUITY	668	14.0%	15.0%	-12.80%	0.65%	11.16%	-14.82%	-16.89%	-9.87%
S&P 500				-13.40%	0.28%	10.69%	-14.68%	-17.99%	-14.83%
SMALL CAP EQUITY									
5									
SEI Investments	239	5.0%	5.0%	-11.43%	2.34%	20.09%	-20.00%	-12.92%	N/A
RUSSELL 2000 + 200 bp				-8.18%	4.15%	21.26%	-20.62%	-7.96%	N/A
TOTAL SMALL CAP DOM. EQUITY	239	5.0%	5.0%	-11.43%	2.34%	20.09%	-19.93%	-12.85%	-4.21%
RUSSELL 2000	200	3.070	3.070	-8.35%	3.98%	21.09%	-20.79%	-8.59%	0.57%
CONVERTIBLES Trust Company of the West	439	9.2%	10.0%	-14.43%	-1.64%	12.40%	-15.83%	-20.37%	-15.57%
F.B. CONVERTIBLE SECURITIES INDEX		J.Z /0	10.0 /0	-8.47%	-0.16%	7.67%	-11.01%	-12.44%	-11.87%
INTERNATIONAL EQUITY - Core	47.4	0.00/	40.00/	7.500/	4.000/	44.000/	47.000/	40.400/	0.4.400/
Capital Guardian MSCI 50% HEDGED EAFE INDEX (1)	474	9.9%	10.0%	<b>-7.58%</b> -7.12%	<b>1.29%</b> 1.26%	<b>14.00%</b> 8.60%	<b>-17.63%</b> -16.41%	<b>-12.10%</b> -14.62%	<b>-24.42%</b> -20.41%
MOOT OUT TIED OLD ETT E TYDET (1)				7.1270	1.2070	0.0070	10.1170	11.0270	20.1170
FIXED INCOME									
Core - Index	000	4.4.00/	45.00/	0.000/	0.400/	0.000/	4.000/	0.000/	44.000/
Bank of North Dakota LB GOVT/CORP	699	14.6%	15.0%	3.68% 3.75%	-0.40% -0.47%	0.02% 0.06%	4.93% 4.76%	8.38% 8.24%	11.02% 11.13%
25 00 1700111				0.7070	0.1170	0.0070	1.1070	0.2170	11.1070
Core Bond									
Western Asset LB AGGREGATE	1,267	26.5%	25.0%	3.09% 3.69%	0.50% 0.09%	-0.16% 0.05%	4.76% 4.61%	8.36% 8.62%	12.62% 11.22%
LB AGGREGATE				3.09%	0.09%	0.05%	4.0176	0.02%	11.2276
BBB Average Quality									
Strong	505	10.5%	10.0%	0.05%	N/A	N/A	N/A	N/A	N/A
LB BAA BOND INDEX EX YANKEE BOND	)5			2.06%	N/A	N/A	N/A	N/A	N/A
TOTAL FIXED INCOME	2,470	51.6%	50.0%	2.68%	-0.16%	-0.08%	4.83%	7.38%	11.92%
LB GOVT/CORP				3.75%	-0.47%	0.06%	4.76%	8.24%	11.13%
CASH EQUIVALENTS									
BND - Money Market Account	495	10.3%	10.0%	0.46%	0.48%	0.55%	0.90%	2.41%	5.85%
90 DAY T-BILLS				0.46%	0.43%	0.64%	1.08%	2.63%	5.90%
TOTAL FUND	A 70E	100.0%	100.0%	-3.56%	0.20%	E 069/	-4.36%	-2.92%	0.43%
POLICY TARGET BENCHMARK	4,785	100.076	100.070	<b>-3.36%</b> -2.07%	0.20%	<b>5.06%</b> 4.38%	-4.30% -3.50%	-2.92% -1.19%	0.43%
TOTAL VALUE ADDED DUE TO									
Asset Mix				-0.02%	0.04%	-0.07%	0.14%	0.09%	-0.06%
Active Management				-1.51%	-0.00%	0.72%	-1.04%	-1.83%	0.05%
Total Value Added				-1.53%	0.04%	0.65%	-0.90%	-1.74%	-0.01%

<sup>(1)</sup> Prior to October 1, 2000, the benchmark for this asset class was the MSCI Unhedged EAFE Index.

<sup>\*</sup> NOTE: Monthly returns and market values are preliminary and subject to change. Returns are net of management fees.